



IN REPLY REFER TO

DEFENSE CONTRACT AUDIT AGENCY

CAMERON STATION
ALEXANDRIA, VIRGINIA 22314

OSA-0096-68
I-67-68-11

REPLY TO:
Timothy H. Standifer
P.O. Box 9363
Rosslyn Station
Arlington, Virginia 22209

January 5, 1968

SUBJECT: Report on Evaluation of Proposed Pricing Formula
Lockheed-California Company
Lockheed Aircraft Corporation
Burbank, California
Contract No. SP-1922
Period: December 26, 1966 through December 31, 1967

TO : Contracting Officer

REF : Contractor's Proposal of August 30, 1967

1. Purpose of Evaluation. An evaluation was performed to determine the reasonableness and acceptability of the proposed fixed hourly billing rates.

2. Scope of Evaluation. We have reviewed our files on labor and overhead trends, related evaluation advisory reports and the rates negotiated August 18, 1967.

3. Results of Evaluation. This report confirms the acceptance of the proposed rates subject to Contracting Officer's approval of the 9.5% profit included in the rates.

Arthur G. Hanley
ARTHUR G. HANLEY
DCAA Representative - APL